

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature – Second Regular Session

MINUTES RECEIVED
CHIEF CLERK'S OFFICE

2-24-16

COMMITTEE ON APPROPRIATIONS

Report of Regular Meeting
Wednesday, February 17, 2016
House Hearing Room 1 -- 2:00 p.m.

Convened 4:26 p.m.

Recessed

Reconvened

Adjourned 9:44 p.m.

Members Present

Mr. Allen J
Ms. Alston
Mr. Bowers
Mr. Cardenas
Mrs. Fernandez
Mr. Gray
Ms. Mach
Mr. Meyer
Mr. Petersen
Mr. Rivero
Mr. Stevens
Ms. Ugenti-Rita
Mr. Leach, Vice-Chairman
Mr. Olson, Chairman

Members Absent

Agenda

Original Agenda – Attachment 1

Request to Speak

Report – Attachment 2

Presentations

Name

Department of Child Safety

Organization

JLBC

Attachments (Handouts)

3

Committee Action**Bill** **Action****Vote****Attachments (Summaries,
Amendments, Roll Call)**

HB2357	DP	12-0-0-2	4, 5
HB2331	DP	11-2-0-1	6, 7
HB2178	DPA	11-1-0-2	8, 9, 10
HB2262	DP	11-0-0-3	11, 12
HB2065	DPA S/E	12-2-0-0	13, 14, 15
HB2578	DP	12-2-0-0	16, 17
HB2596	DP	8-5-0-1	18, 19
HB2683	HELD		

Attendance

20



Riley Weber, Chairman Assistant

Wednesday, February 17, 2016

(Original attachments on file in the Office of the Chief Clerk; video archives available at <http://www.azleg.gov>)

Convened - 4:26 pm

— corrected —

~~closed~~
adjourned

9:44 pm

REVISED - 02/15/16

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ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session

REGULAR MEETING AGENDA

COMMITTEE ON APPROPRIATIONS

DATE Wednesday, February 17, 2016

ROOM HHR 1

TIME 2:00 P.M.

Members:

Mr. Allen J
Ms. Alston
Mr. Bowers
Mr. Cardenas
Mrs. Fernandez

Mr. Gray
Ms. Mach
Mr. Meyer
Mr. Petersen
Mr. Rivero

Mr. Stevens
Ms. Ugenti-Rita
Mr. Leach, Vice-Chairman
Mr. Olson, Chairman

Budget Presentation by the Joint Legislative Budget Committee
Department of Child Safety

Bills	Short Title	Strike Everything Title
HB2065 <u>ste</u> <u>dpa</u>	schools; vision screening program (Lawrence)	S/E: vision screening programs; schools
<u>12-2-0-0</u>	ED dp 6-1-0-1-0, APPROP held 0-0-0-0-0, RULES	
HB2262 <u>dp</u>	child care assistance (Brophy McGee)	
<u>11-0-0-3</u>	CFA dp 9-0-0-0-0, APPROP, RULES	
HB2331 <u>dp</u>	small water systems fund; appropriation (Barton, Gray, Begay, et al)	
<u>11-2-0-1</u>	AWL dp 9-0-0-1-0, APPROP, RULES	
HB2357 <u>dp</u>	AHCCCS; podiatry services (Carter)	
<u>12-0-0-2</u>	HEALTH dp 5-0-0-1-0, APPROP, RULES	
HB2578 <u>dp</u>	budget stabilization fund; deposits (Mesnard, Leach, Weninger, et al)	
<u>12-2-0-0</u>	APPROP, RULES	

Bills	Short Title	Strike Everything Title
HB2596	<u>dp</u> public assistance; limitations; benefit card (Olson)	
	<u>8-5-0-1</u> APPROP, RULES	
HB2683	<u>held</u> elderly assistance fund; county funding (Olson)	
	<u>—</u> APPROP, RULES	

ADDENDUM #1 - 02/15/16

HB2178	<u>dpa</u> Arizona silver-haired legislature (Gabaldón, Bolding, Cardenas, et al)
	<u>11-1-0-2</u> GHE dp 6-0-0-3-0, APPROP, RULES

ORDER OF BILLS TO BE SET BY THE CHAIRMAN

RSW
2/11/16
2/15/16

People with disabilities may request reasonable accommodations such as interpreters, alternative formats, or assistance with physical accessibility. If you require accommodations, please contact the Chief Clerk's Office at (602) 926-3032, TDD (602) 926-3241.

Information Registered on the Request to Speak System

House Appropriations (2/17/2016)

HB2065, schools; vision screening program

Testified in support:

Timothy Lawless, representing self; Ross Garelick Bell, VISION QUEST 20/20

Support:

Barry Aarons, ARIZONA ASSOCIATION OF COUNTY SCHOOL SUPERINTENDENTS; Jay Kaprosy, NAIOP; Monica Hecker, representing self; Catrina Frost, representing self; Richard Tirendi, representing self; Kathryn Senseman, The Menta Group

Neutral:

Shannon Whiteaker, AZ DEPT OF HEALTH SERVICES; Janice Palmer, AZ School Boards Assn; Colby Bower, Arizona Department Of Health Services

Oppose:

Mark Barnes, AZ SCHOOL ADMINISTRATORS ASSOC

All Comments:

Mark Barnes, AZ SCHOOL ADMINISTRATORS ASSOC: Many schools already do vision screening. This proposal seems to mandate certain technology, require HIPPA compliance and assumes the non-profit sector will fund this requirement.; Ross Garelick Bell, VISION QUEST 20/20: Bill Advocates-- Support Striker

HB2262, child care assistance

Testified in support:

Kathy Ber, DES Director of Legislative Services, Arizona Department Of Economic Security

Support:

Rivko Knox, representing self; Dianne Post, representing self; Daria Lohman, representing self; Arthur Rogers, representing self; Carol Maas, representing self; Paige Wambold, representing self; Joanna Marroquin, representing self; Erica Sussman, representing self; Joan Serviss, Executive Director, AZ COALITION TO END HOMELESSNESS; Susan Cannata, Arizona Chapter Of The American Academy Of Pediatrics; Susan Cannata, Arizona Chapter Of The American Academy Of Pediatrics; Erin Raden, Arizona Child Care Association; Ben Alteneder, AZ EARLY CHILDHOOD DEVELOPMENT & HEALTH BOARD; Sam Richard, PROTECTING ARIZONA'S FAMILY COALITION; Connie Phillips, representing self; Kelley Murphy, CHILDREN'S ACTION ALLIANCE; Emily Jenkins, Arizona Council Of Human Service Providers; Bahney Dedolph, representing self; ellen katz, William E. Morris Institute For Justice; Gibson McKay, AZ CHILD CARE ASSOCIATION

All Comments:

Rivko Knox, Self: This is a humane and very cost effective bill. Thank you all.; Daria Lohman, Self: This is a good bill and helps families transition off cash assistance. It would prevent the abrupt loss of money that would hurt a family who is transitioning off public assistance.; Arthur Rogers, Self: This bill extends child care assistance. It is a good bill. Please vote FOR this bill.

HB2331, small water systems fund; appropriation**Testified in support:**

Lori Lustig, Arizona Corporation Commission; Gibson McKay, ARIZONANS FOR RESPONSIBLE WATER POLICY

Support:

Chad Guzman, AZ PUBLIC SERVICE COMPANY (APS); Shawn Bradford, EPCOR WATER

All Comments:

Lori Lustig, Arizona Corporation Commission: This is an ACC authored bill to provide emergency grants of funds to small water systems in need of unexpected and emergency repairs in order to keep water flowing to their customers.; Gibson McKay, ARIZONANS FOR RESPONSIBLE WATER POLICY: I will have a short presentation with Handouts for the record

HB2357, AHCCCS; podiatry services**Testified in support:**

Tom Dorn, THE CORE INSTITUTE; Joseph Abate, AZ PODIATRIC MEDICAL ASSN; alan discount, Azpma

Support:

Pete Wertheim, Arizona Osteopathic Medical Association; Amanda Rusing, THE CORE INSTITUTE; Pat VanMaanen, representing self; Melissa Galli, representing self; David Jacofsky, representing self; Eric Tomlon, representing self; Pele Fischer, AZ MEDICAL ASSN; Stephen Jennings, AARP; Emily Jenkins, Arizona Council Of Human Service Providers; Steven Moortel, BANNER HEALTH ARIZONA

Neutral:

Christopher Vinyard, AZ HEALTH CARE COST CONTAINMENT SYSTEM

All Comments:

Pat VanMaanen, Self: Many Arizonans need podiatry services to prevent more costly surgical procedures, please return this service to covered AHCCCS items.

HB2596, public assistance; limitations; benefit card**Testified in support:**

Gibson McKay, FGA ACTION

Testified as opposed:

Sam Richard, PROTECTING ARIZONA'S FAMILY COALITION; ellen katz, William E. Morris Institute For Justice

Neutral:

Kathy Ber, DES Director of Legislative Services, Arizona Department Of Economic Security

Oppose:

Dianne Post, representing self; Rivko Knox, representing self; Daria Lohman, representing self; Paige Wambold, representing self; Joanna Marroquin, representing self; Erica Sussman, representing self; Timothy Schmaltz, Coordinator- PAFCO, representing self; Joan Serviss, Executive Director, AZ COALITION TO END HOMELESSNESS; Karen McLaughlin, Director of Budget & Research, CHILDREN'S ACTION ALLIANCE; Angie Rodgers, Association Of Arizona Food Banks; Mark Barnes, ASSN OF ARIZONA FOOD BANKS; Connie Phillips, representing self; Tara Plese, AZ Alliance For Community Health Centers; Eddie Sissons, AZ Public Health Association; Jeremy Arp, NATIONAL ASSOCIATION OF SOCIAL WORKERS, ARIZONA CHAPTER; Cynthia Zwick, Arizona Community Action Association; Jack Beveridge, representing self; Tamera Zivic, Executive Director, representing self; Alona Del Rosario, AZ COALITION TO END SEXUAL AND DOMESTIC VIOLENCE; Sandra Weir, representing self

All Comments:

Dianne Post, Self: It is high time that we stopped demonizing poor people. Perhaps time to listen to the Pope for once.; Rivko Knox, Self: An unnecessary, mean spirited bill.; Daria Lohman, Self: This is a mean spirited bill that will cost more to enforce than it saves.; Gibson McKay, FGA ACTION: We support this bill and are Happy to work with DES on some of there concerns over Enforcement; Joan Serviss, AZ COALITION TO END HOMELESSNESS: The Arizona Coalition to End Homelessness opposes HB2596. This bill places ties the hand of DES in providing necessary SNAP benefits to individuals and families experiencing hunger and homelessness, working towards self-sufficiency.; Sam Richard, PROTECTING ARIZONA'S FAMILY COALITION: This bill would would cost \$17m or more to implement, and is in direct violation of federal regulation.; Angie Rodgers, Association Of Arizona Food Banks: The SNAP program in AZ is a critical safety net program that feeds children and seniors. Please do not limit access to critical nutrition that helps our kids learn and our families work.; Connie Phillips, Self: People using benefits do so for short periods of time. There are many safeguards already in place. We must not make it more difficult for children and struggling families to meet their basic needs.; Eddie Sissons, AZ Public Health Association: This bill with its requirements will increase hunger among our low income families and children. That's not a wish investment in the well-being of our communities.; ellen katz, William E. Morris Institute For Justice: This bill will cut needy families off food stamps, increase DES administrative burdens, preclude the state from seeking waivers, violate federal law on replacement cards, and impose other measures that are not needed. Protect the safety net.; Cynthia Zwick, Arizona Community Action Association: This bill is inconsistent with Governor Ducey's goals of reducing wasteful administrative costs, and at the same time puts thousands of children at greater risk of immediate negative health consequences, and long term positive life outcomes.; Tamera Zivic, Self: Arizona already has the third highest rate for childhood food insecurity in the country. This bill would limit child access to food and force more families to access emergency resources to put food on the table. Please vote no on HB2596.; Alona Del Rosario, AZ COALITION TO END SEXUAL AND DOMESTIC VIOLENCE: Personal safety and economic security are inextricably linked for survivors of sexual/domestic violence. SNAP is critical to families' immediate and long-term stability. Survivors and their families can't afford any more barriers in seeking safety.; Kathy Ber, Arizona Department Of Economic Security: Available to answer questions if necessary.

HB2178, Arizona silver-haired legislature

Support:

Stephen Jennings, AARP

All Comments:

Stephen Jennings, AARP: Arizona has one of the fastest growing populations of Older Americans in the country, especially those over the age of 85. A Silver Haired Legislature will help to clarify important issues and bring them to the attention of decision makers.

Department of Child Safety

- Website links

- ☐ JLBC Baseline - Department of Child Safety
- ☐ Executive Budget - Department of Child Safety

Department of Child Safety

- Total Agency Funding

Child Safety Total Fund Expenditures (\$ in Millions)			
<u>Fiscal Year</u>	<u>Expenditures</u>	<u>Reports of</u>	
		<u>Child Maltreatment</u>	
2008	\$509.9	34,989	
2009	\$487.6	33,186	
2010	\$448.9	33,839	
2011	\$478.8	34,904	
2012	\$561.2	40,517	
2013	\$625.8	44,119	
2014	\$710.9	45,368	
2015 Actual <u>1/</u>	\$846.2	51,075	
2016 Appropriation <u>2/</u>	\$849.2	20,907	<u>3/</u>
2017 Baseline	\$834.8	-	
2017 Executive <u>4/</u>	\$953.1	-	

1/ Excludes \$25.0 million for start-up funding appropriated to ADOA, \$5.0 million for CHILDS replacement, \$0.8 million for the Ombudsman and \$0.3 million for the Auditor General. Includes \$1.2 million for Attorney General expenses appropriated to the Attorney General.

2/ Excludes \$0.8 million for the Ombudsman.

3/ Represents data through November 2015, which is 0.3% higher than November 2014.

4/ Includes \$45.8 million in GF, \$33.1 million in EA and \$25.0 million in OF

Department of Child Safety

- Executive Request for Other Agencies

('17 \$ in Millions)

General Fund

\$4.6

6.3

3.0

- ☐ ADOA - CHILDS Replacement
 - Would fund 15% of remaining \$33 million state cost
- ☐ Attorney General Staff
 - Funds 43 attorneys and 42 support staff
 - Executive added to Attorney General budget, but they are actually funded in DCS
 - Separate from \$1.9 million backfill issue
- ☐ Judiciary Caseload Growth
 - One-time, non-lapsing funding

Department of Child Safety

- Executive Request for Non-General Fund Solutions

		(‘17 \$ in Millions)
		<u>General Fund</u>
		(11.0)
<input type="checkbox"/> Available TANF Block Grant		
• TANF Cash Benefit caseload has declined		
• Likely available		
<input type="checkbox"/> Title IV-E Funding Eligibility Maximization		(9.0)
• Could be complicated by the IV-E waiver funding cap		
• Awaiting information		
<input type="checkbox"/> DPS Victims of Crime Act (VOCA) Funding		(5.0)
• DPS has received an additional \$32 million in VOCA funding		
• Awaiting information to confirm feasibility		
Subtotal - Non-General Fund Solutions		<u>\$(25.0)</u>

Department of Child Safety

- Executive Request for Support Services

('17 \$ in Millions)

General Fund

(17.3)

☐ In-Home Preventive Support Services

- Transfers resources to Out-of-Home Support Services
- Reflects actual spending; DCS has not fully used prior appropriations
- The JLBC Staff recommends a footnote requiring legislative review before any transfer of resources among DCS line items

33.6

☐ Out-of-Home Support Services

- Includes transfer of \$17.0 million and new GF of \$16.6 million.

4.7

☐ Child Care.

- FY 2015 Average Monthly Placements: 9,256
- FY 2016: Adds 879 new placements (9.5% growth) for 10,135 total
- FY 2017: Adds 486 new placements (4.8% growth) for 10,621 total

—

Subtotal - Support Services

\$21.1

Department of Child Safety

- Executive Request for Permanency Subsidies

('17 \$ in Millions)

General Fund

8.7

☐ Adoption

- FY 2015 Average Monthly Placements: 20,894
- FY 2016: Adds 2,181 new placements (10.4% growth) for 23,075 total
- FY 2017: Adds 2,285 new placements (9.9% growth) for 25,360 total

0.1

☐ Permanent Guardianship

- FY 2015 Average Monthly Placements: 2,573
- FY 2016: Adds 43 new placements (1.7% growth) for 2,616 total
- FY 2017: Adds 50 new placements (1.9% growth) for 2,666 total

—

\$26.9

Subtotal - Out-of-Home Placements/Permanency

Department of Child Safety

- Executive Request for Out-of-Home Placements

('17 \$ in Millions)

General Fund

15.3

- ☐ Emergency and Residential Placement
 - FY 2015 Average Monthly Placements: 2,611
 - FY 2016: Adds 251 new placements (9.6% growth) for 2,862 total
 - FY 2017: Adds 137 new placements (4.8% growth) for 2,999 total

2.3

- ☐ Foster Care
 - FY 2015 Average Monthly Placements: 6,758
 - FY 2016: Adds 622 new placements (9.2% growth) for 7,380 total
 - FY 2017: Adds 354 new placements (4.8% growth) for 7,734 total

0.5

- ☐ Independent Living
 - FY 2015 Average Monthly Placements: 509
 - FY 2016: Adds 66 new placements (13% growth) for 575 total
 - FY 2017: Adds 54 new placements (9.4% growth) for 629 total

Department of Child Safety

- Executive Request for Investigations & Operations

		(‘17 \$ in Millions)
<u>FY 2017</u>		<u>General Fund</u>
<input type="checkbox"/> Administrative Staff		\$11.0
• Funds about 100 staff		
<input type="checkbox"/> Flexible Use Funding		
• Could be used for overtime, new case aides and pay raises		4.0
<input type="checkbox"/> Attorney General		1.9
• “Backfills one-time funding” in Attorney General line item		
<input type="checkbox"/> Internet Crimes Against Children		(0.4)
• Consolidates funding in Attorney General budget		
Subtotal - Investigations & Operations		\$16.5
<u>FY 2016</u>		
<input type="checkbox"/> Eliminate Deferral		11.0
<input type="checkbox"/> 2 Class-Action Lawsuits		2.9
• Funds Attorney General staff, DCS staff file production, expert witnesses and case review		

Department of Child Safety

- Major Executive FY 16 & FY 17 Funding Changes

	(GF \$ in Millions)	
	<u>FY 16 Supp.</u>	<u>FY 17</u>
<u>DCS</u>		
Investigations & Operations	31.9	16.5
Out-of-Home Placements/Permanency	9.2	26.9
Client Support Services	28.7	21.1
Non-General Fund Offsets	<u>(22.0)</u>	<u>(25.0)</u>
DCS Subtotal	47.8	39.5
<u>Other Agencies</u>		
ADOA - CHILDS	0.0	4.6
Attorney General	0.4	6.3
Courts	0.0	3.0
Total	<u>48.2</u>	<u>53.4</u>

DCS Baseline Spending Estimates

GF in \$ in M Above Prior Year

'17
(12)

- ☐ One-Time Backlog
 - Out-of-home placements/support services
- ☐ Preventive Services

4
(8)

Total DCS

5
(3)

- ☐ ADOA - Automation Replacement
- Total Additional Resources**

- ☐ '17 estimates consistent with May 2014 Special Session plan
- ☐ May 2014 plan assumed that 13,024 case backlog eliminated by June 2016

Department of Child Safety

- Legislation Concerning the Hotline and Backlog

- ☐ HB 2522 - DCS; intake hotline; reports
 - Sets stricter criteria for a hotline communications to become a DCS report
- ☐ HB 2389/SB 1142 - DCS; backlog cases; private contractors
 - Requires DCS hire private contractors to assist with backlog cases
 - DCS would supervise the contractors

Department of Child Safety

- Backlog of Non-Active Cases vs. Open Reports

- ☐ Currently - under 13,000 backlog cases
 - June 2, 2014 - 13,024 backlog cases
 - A backlog case has had no documentation entered into the CHILDS system for 60 days or more
- ☐ DCS proposal - Open Reports
 - February 2016 - 25,000 open reports
 - We seeking more information on DCS' definition of open report. Do open reports include out-of-home children? Have all open reports received an initial investigation?

Department of Child Safety

- Progress in Hiring Caseworkers

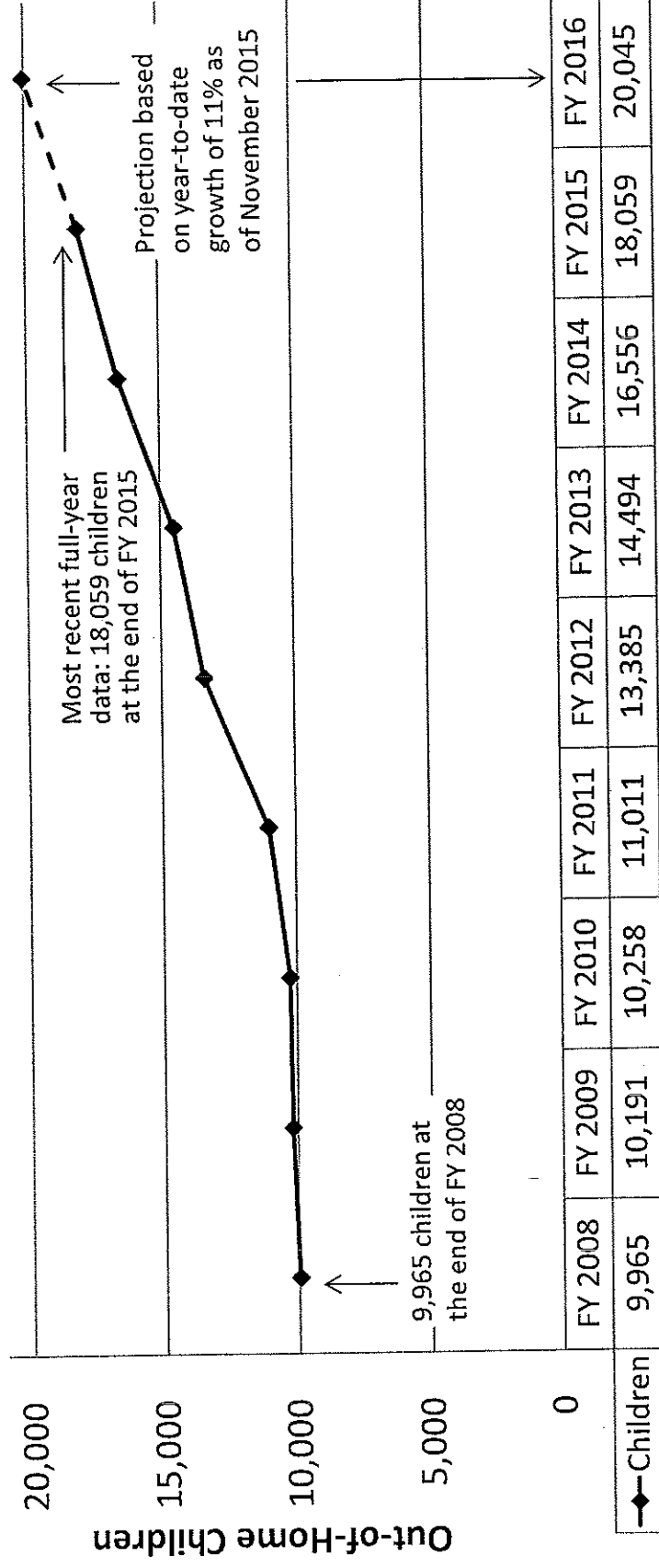
<u>Direct Line Staff Type</u>	Change in Staff Since January 2014		
	<u>Jan. 2014</u>	<u>Jan. 2016</u>	Change Thru <u>Jan. 2014</u>
Case-Carrying Caseworkers	983	933	(50)
Caseworkers in Training	137	266	129
Hotline Staff	<u>70</u>	<u>74</u>	<u>4</u>
Total	1,190	1,273	83

- ☐ 1,406 caseworker positions are funded
- ☐ Caseworker turnover rate: 36%

Department of Child Safety

- But Children in State Care Continues to Rise

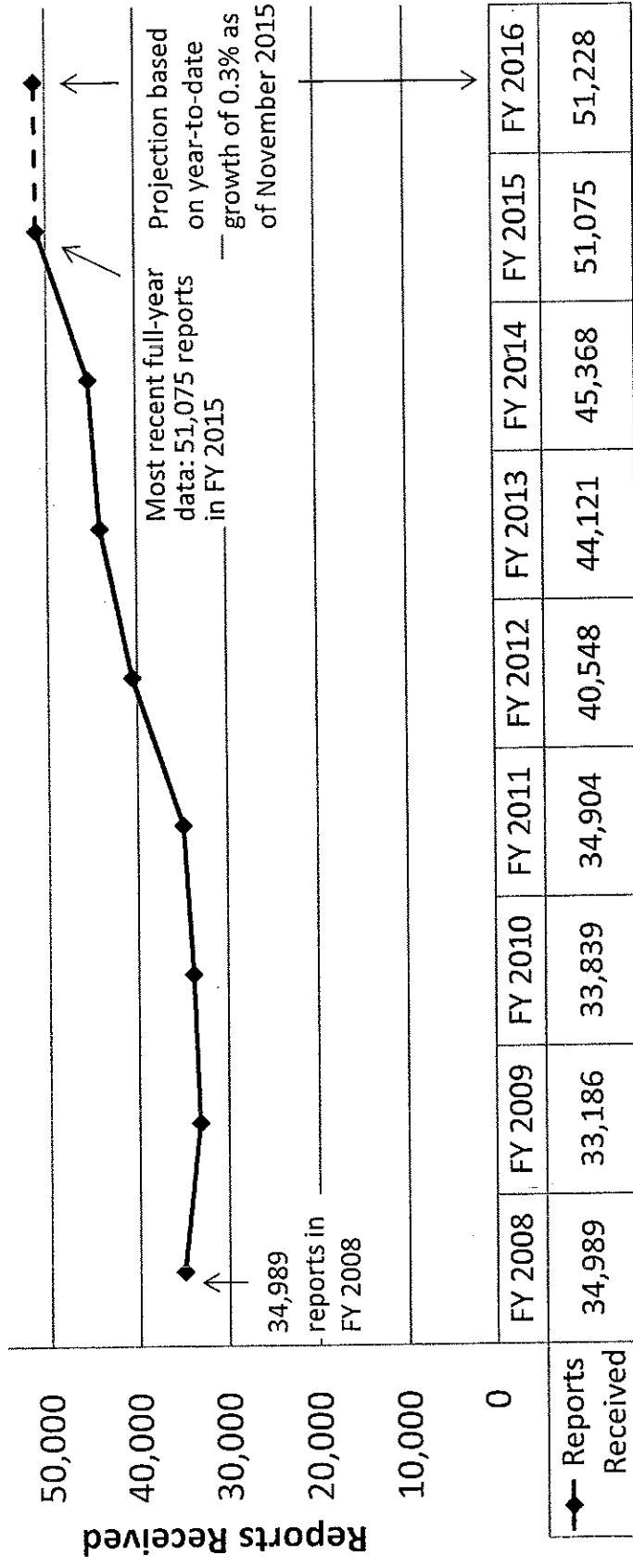
Children in Out-of-Home Care



Department of Child Safety

- Number of Reports Appears to Be Leveling Off...

Child Maltreatment Reports Received



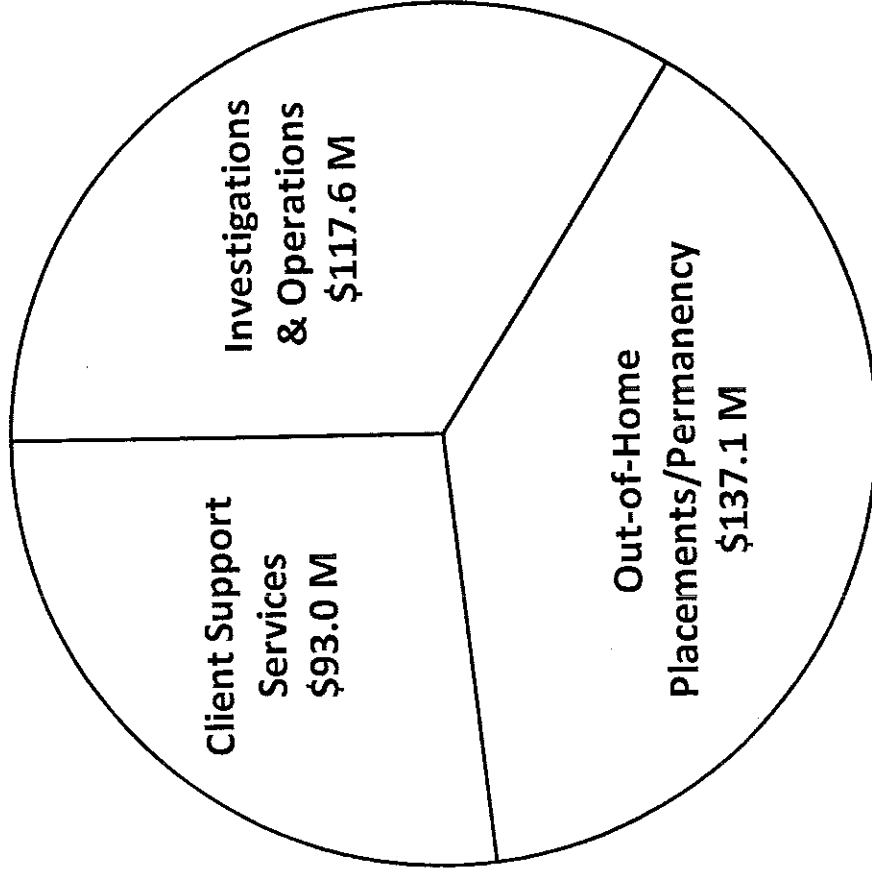
Department of Child Safety

- Total FY 2017 Baseline Funding

	<u>\$ in Millions</u>
General Fund	\$ 347.7
Federal Match/Non-Appropriated Funds	326.5
Federal TANF Block Grant	132.0
Federal Child Care Block Grant	27.0
Other Appropriated Funds	<u>1.6</u>
Total	\$ 834.8

Department of Child Safety

- General Fund by Function



- **Investigations and Operations**
 - Caseworkers and Support Staff
 - Office of Child Welfare Investigations (OCWI)
 - Attorney General
 - Inspections Bureau
 - Training and Administration
- **Out-of-Home Placements/Permanency**
 - Emergency and Residential Placement
 - Foster Care
 - Grandparent Stipends
 - Permanent Guardianship
 - Adoption
 - Independent Living
- **Client Support Services**
 - Child Care
 - In-Home Preventive Support Services
 - Intensive Family Services
 - Out-of-Home Support Services

FY 2017 Baseline Total
= \$347.7 Million

Department of Child Safety

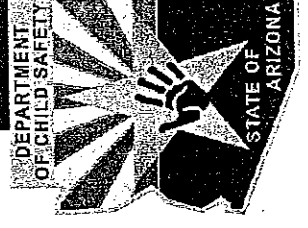
February 16-17, 2016

Appropriations Committee Hearings

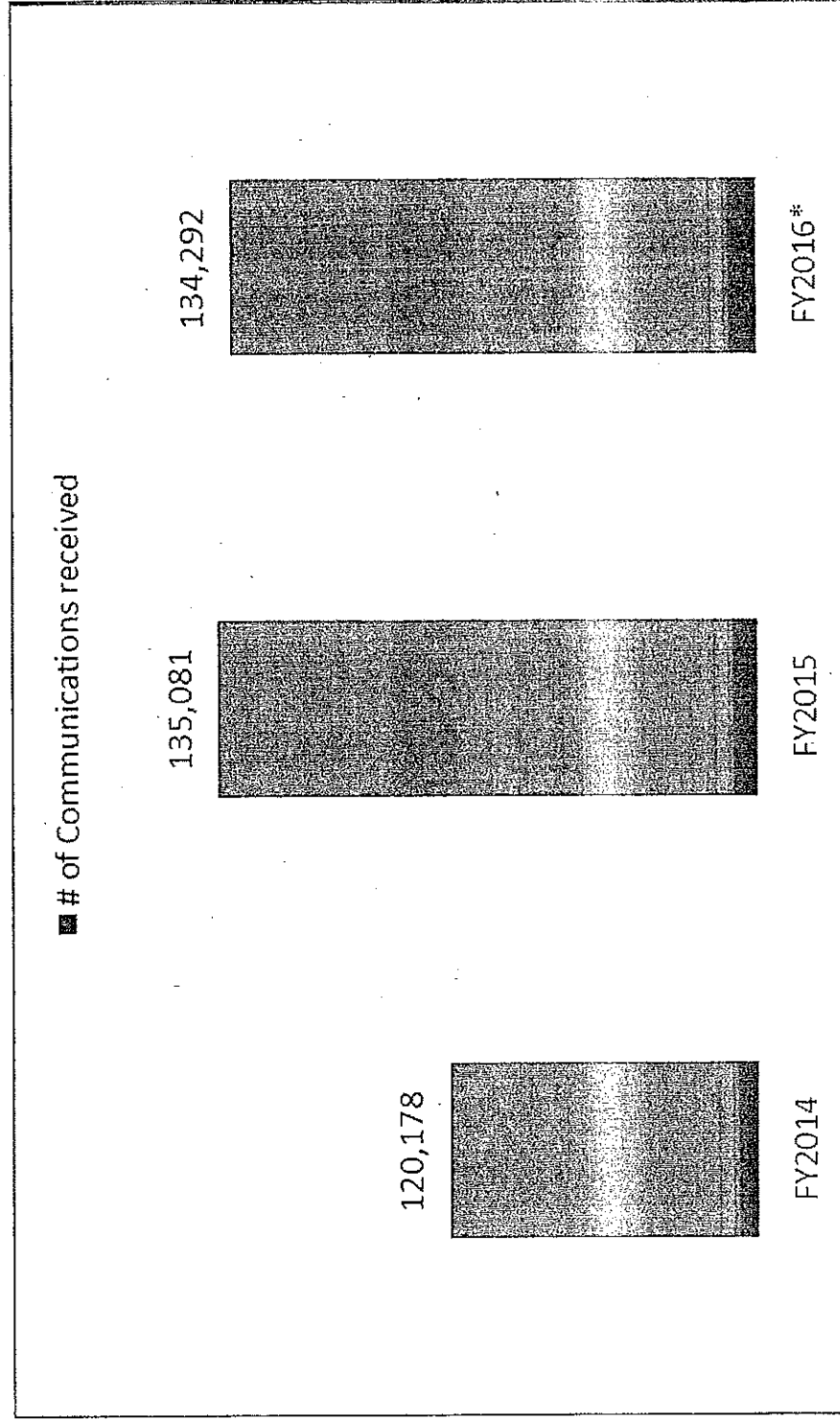
JLBC

Department of Child Safety Budget Recommendation Overview

Updated 2.17.2016



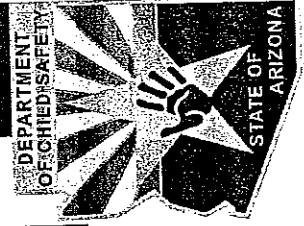
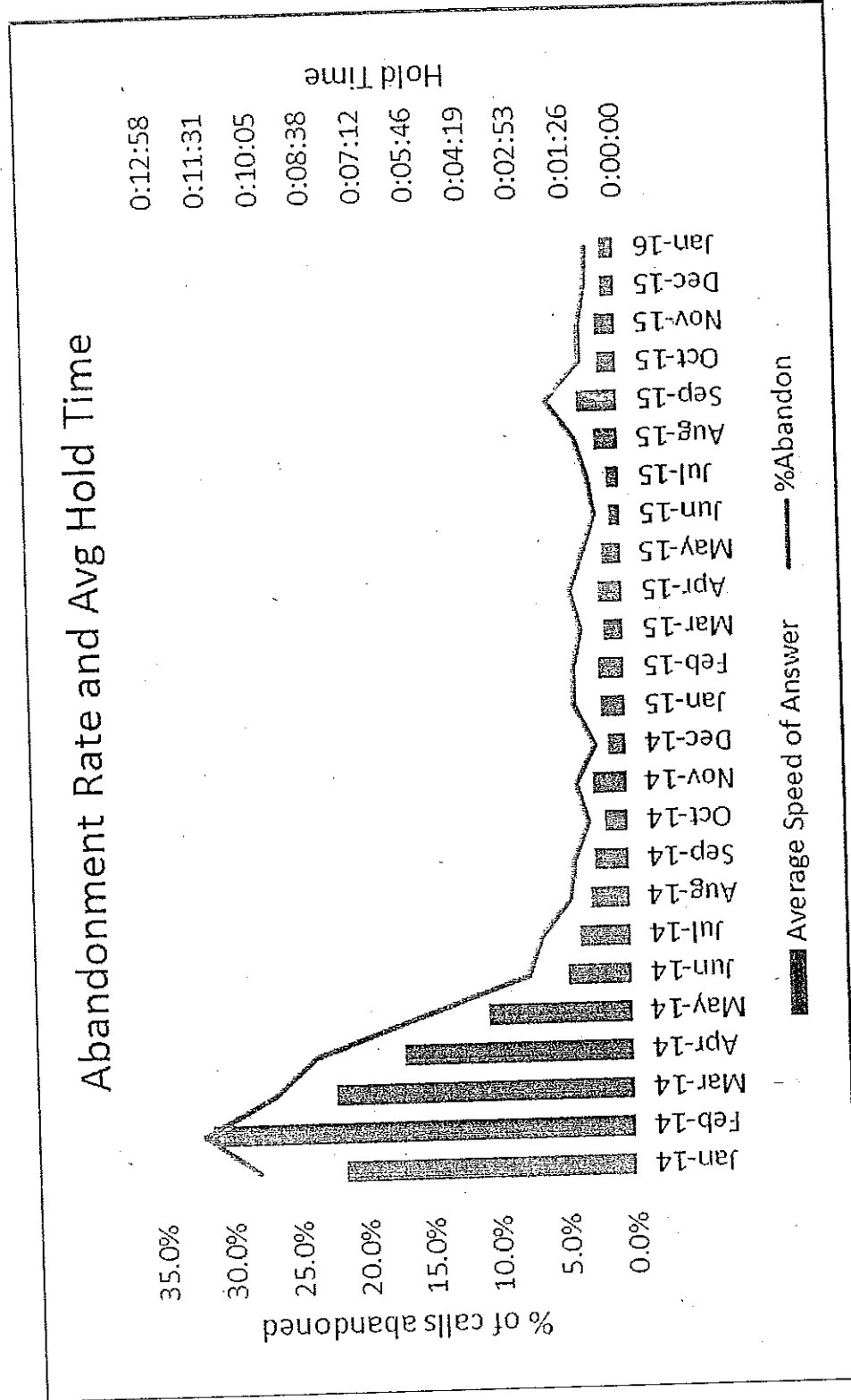
Hotline Communications



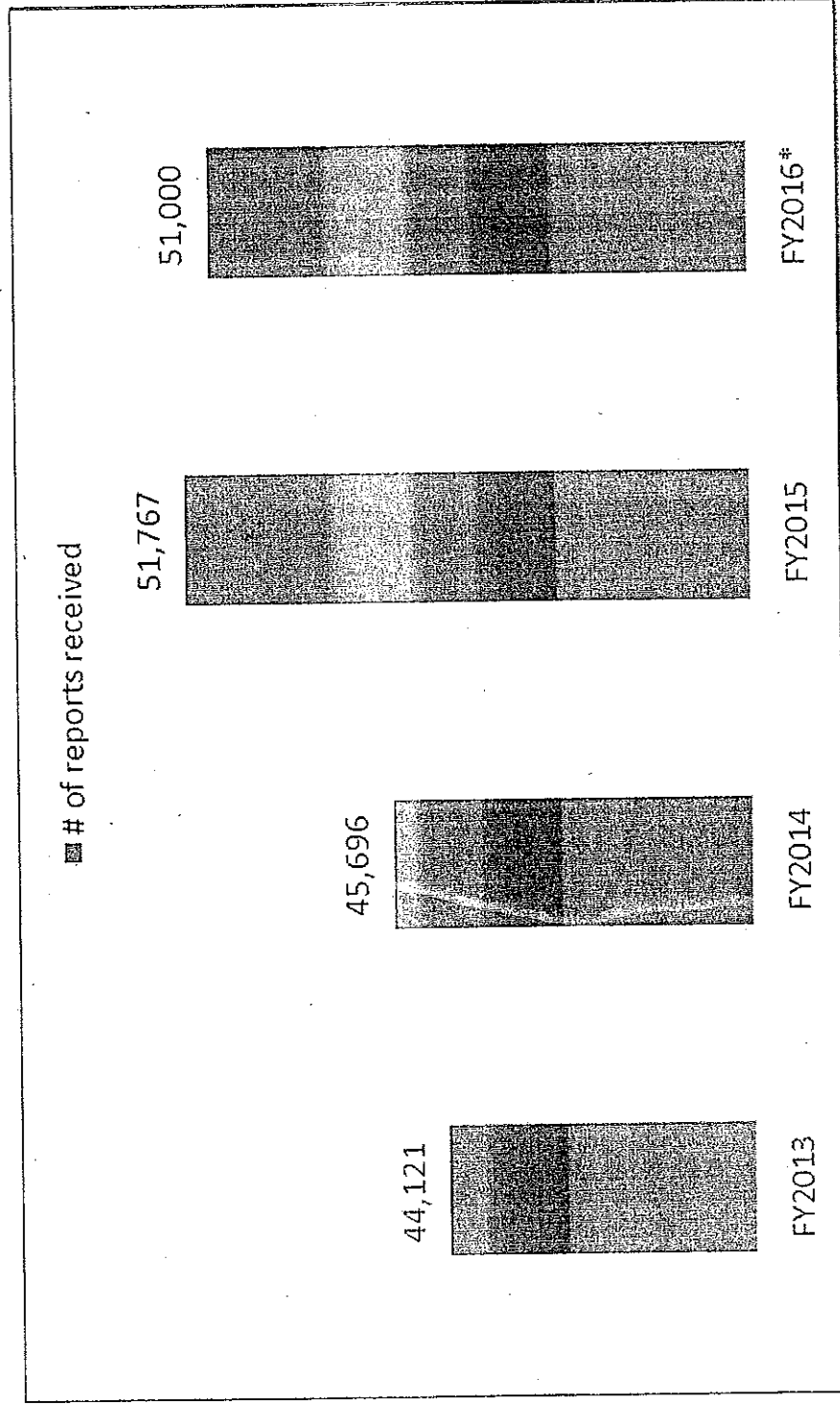
*FY2016 is an annualized figure based on Q1 and Q2 data



Hotline Performance



Reports to Investigate

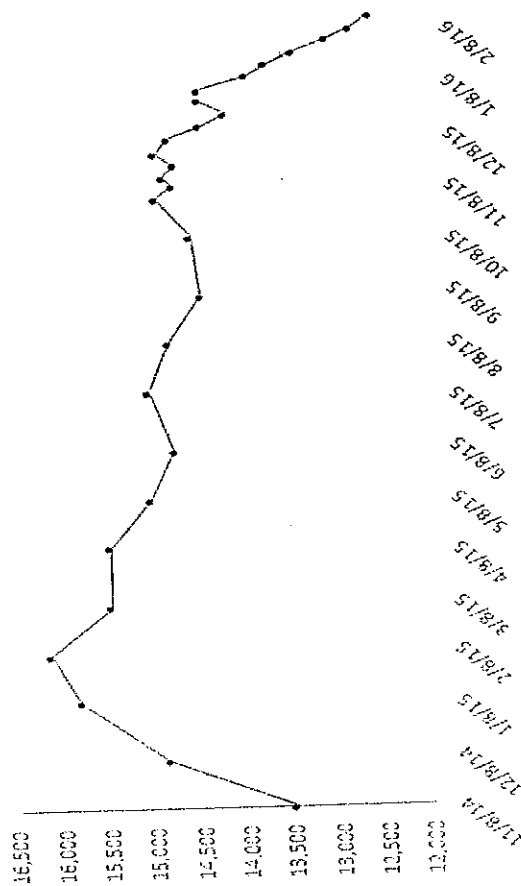


*FY2016 is an annualized figure based on Q1 and Q2 data

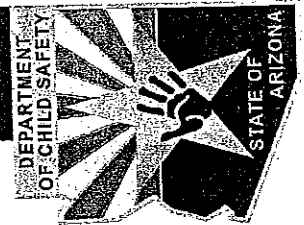
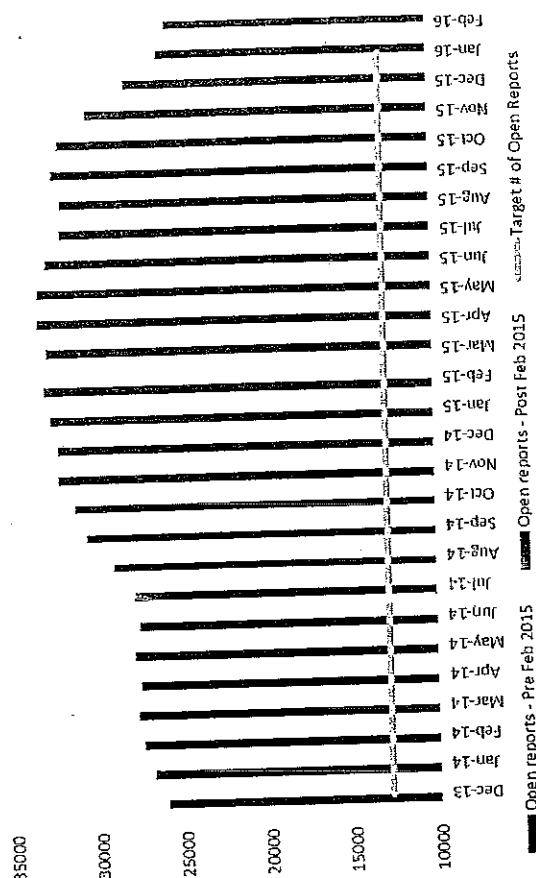
* Reports include those with no jurisdiction reports (~1.5%)

Investigations - Backlog

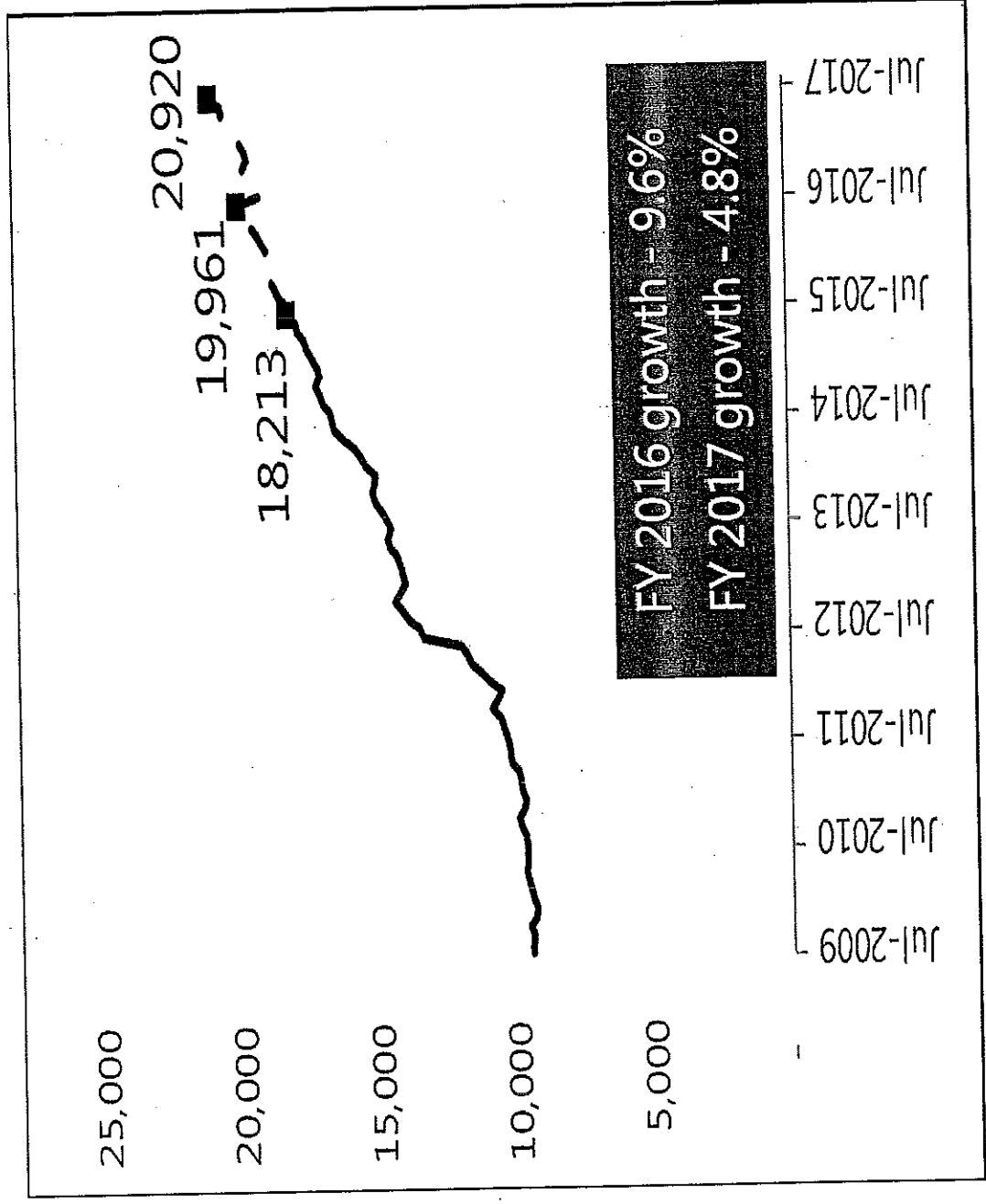
Total Inactive Cases, 2-16-16



Total Open Reports - 2-16-2016

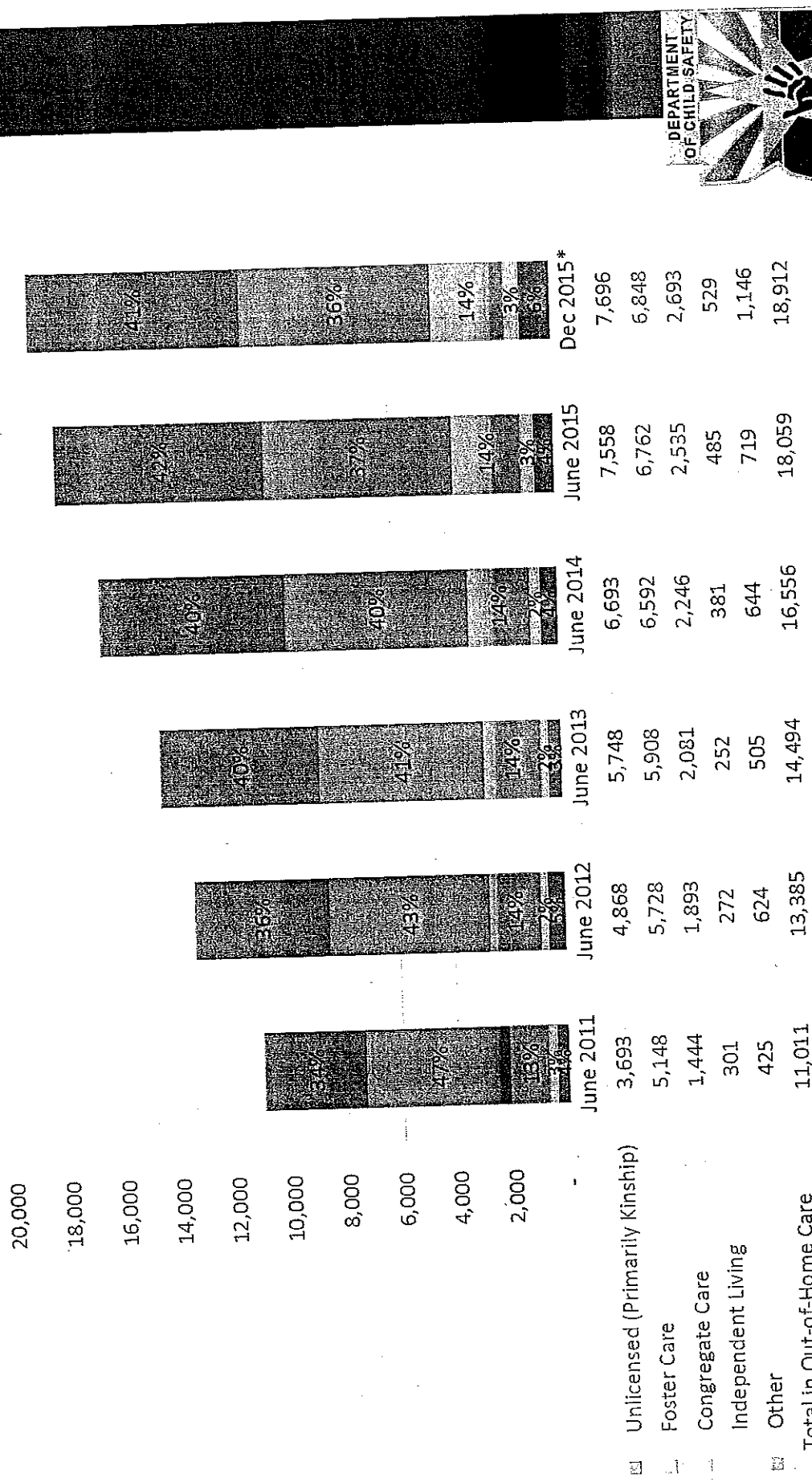


Out-of-Home Care Population

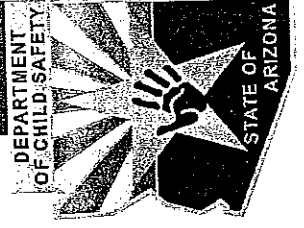


* Budget recommendation reflects FY16 and FY17 projected growth

Out-of-Home Care Population



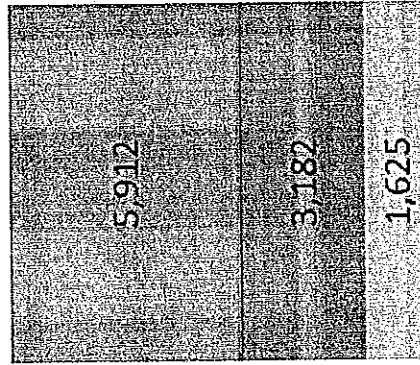
* December 2015 data is preliminary



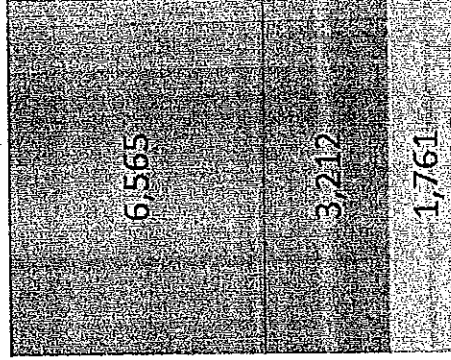
Permanency Exits

of Children Exiting to Permanency

■ other ■ Adoption ■ Reunification

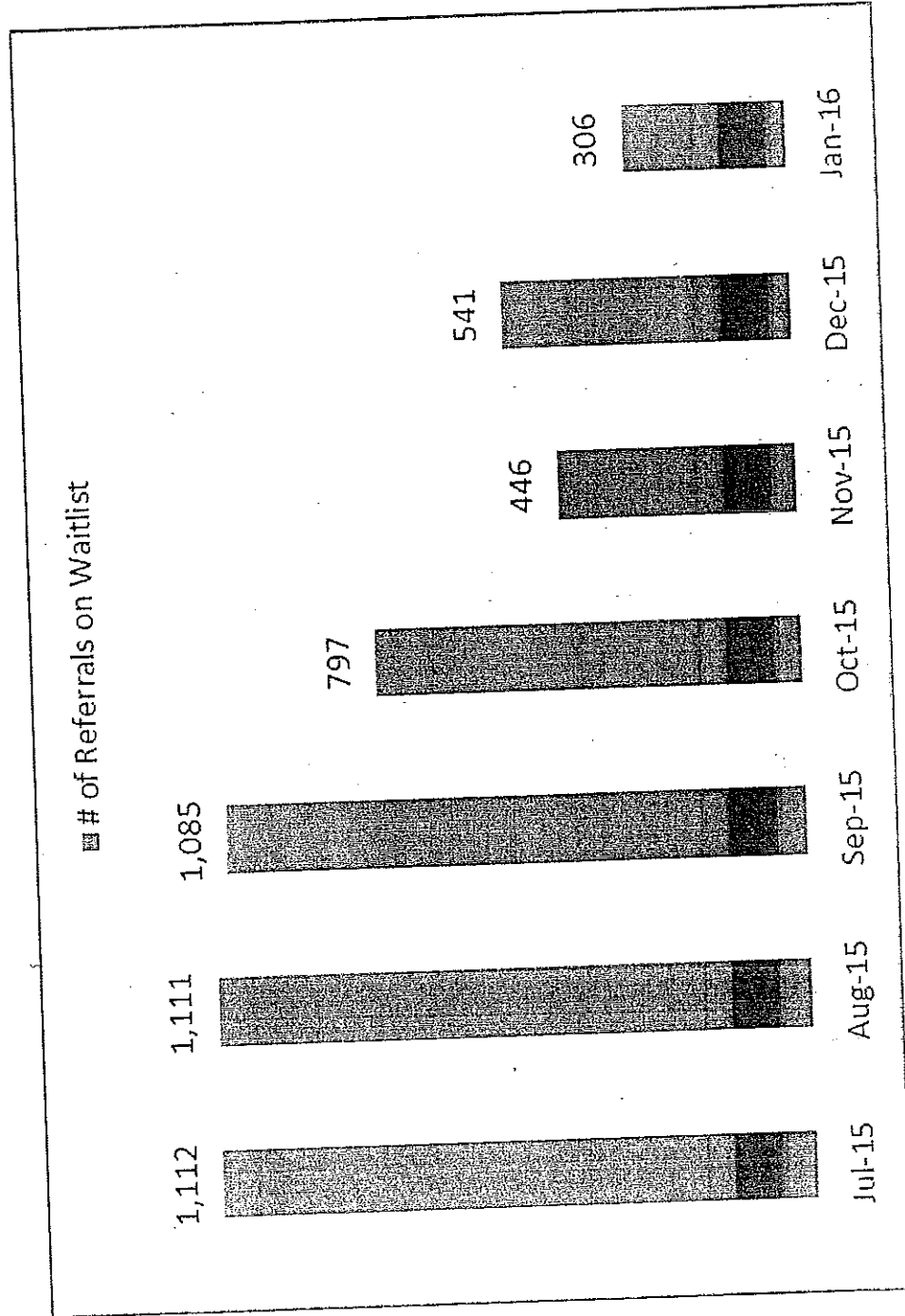


CY 2014

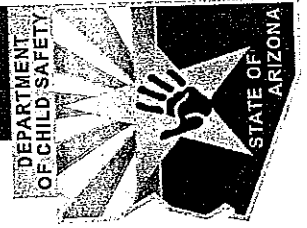


CY 2015

Support Services

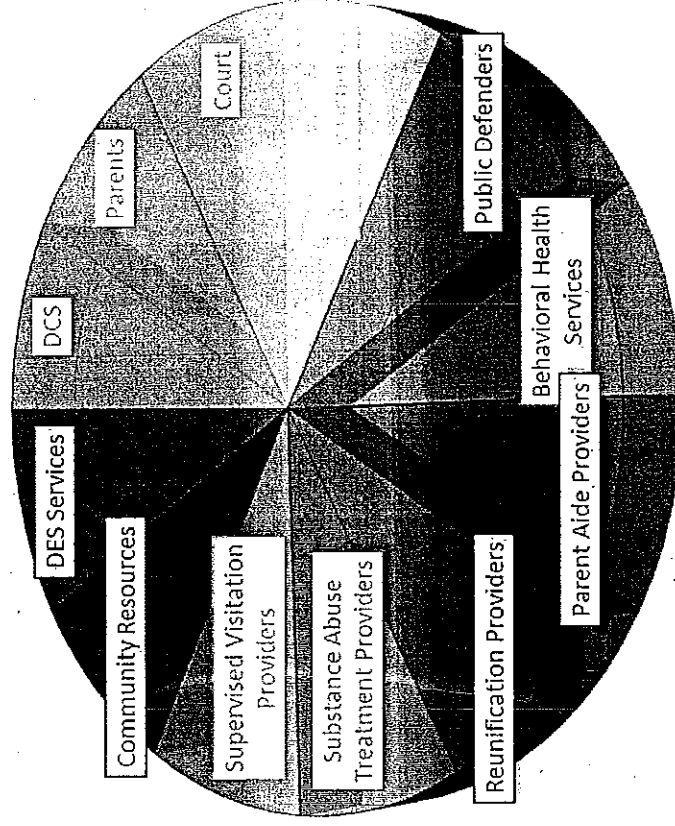


Services include — Parent Aide, Supervised Visitation and In Home Services



Permanency Partners

WHAT IMPACTS CHILDREN EXITING FROM FOSTER CARE

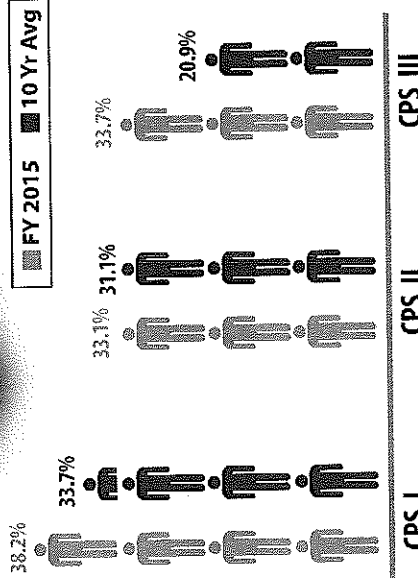


DCS agency turnover

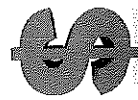
DCS FY 2015 turnover rate: **24.5%**

AZ Provider Agency 2014 turnover: **34.8%**

Turnover by case worker class

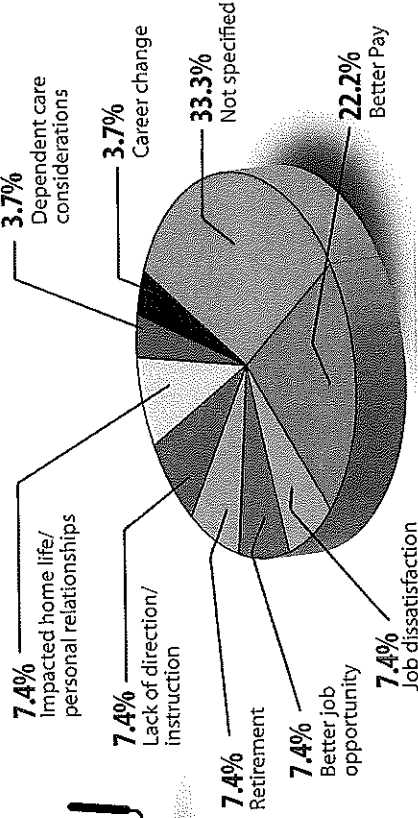


6.2 years: average length of service
for DCS employees



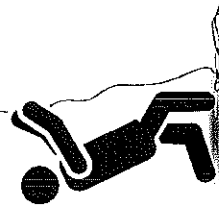
\$41,350: average salary
for all DCS employees (FY15)

exit survey: reasons for leaving
expressed as a percentage of total respondents



improve ment actions:
what we're doing to build the agency

- ▶ Implementing new ADOA Compensation Guidelines (effective July 2015) which allow agencies such as DCS greater salary flexibility
- ▶ Analyzing the Case Worker job classification in partnership with ADOA and GTO to allow for better career growth options and promotional opportunities
- ▶ Developing incentives programs to monetarily reward quality service as well as successful talent referrals





HOUSE OF REPRESENTATIVES

HB 2357

AHCCCS; podiatry services

Prime Sponsor: Representative Carter, LD 15

DP Committee on Health
X Committee on Appropriations
Caucus and COW
House Engrossed

OVERVIEW

HB 2357 requires Arizona Health Care Cost Containment System (AHCCCS) contractors to provide benefit coverage for podiatry services that are performed by a licensed podiatrist and ordered by a primary care physician or primary care practitioner.

PROVISIONS

1. Requires AHCCCS contractors to provide benefit coverage for podiatry services performed by a licensed podiatrist and ordered by a primary care physician or primary care practitioner.
2. Repeals A.R.S. §36-2907 Version 1.
3. Removes language requiring AHCCCS to contract with the Department of Health Services (DHS) for the delivery of all medically necessary behavioral health services to persons who are eligible and amends to allow AHCCCS to act through the Regional Behavioral Health Authority.
4. Makes technical and conforming changes.

CURRENT LAW

A.R.S. §36-2907 outlines covered health and medical services provided by AHCCCS to AHCCCS recipients.

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session

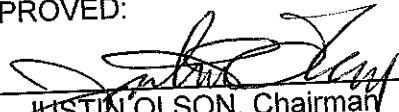
ROLL CALL VOTE


COMMITTEE ON APPROPRIATIONS BILL NO. HB 2357

DATE February 17, 2016 MOTION: dp

	PASS	AYE	NAY	PRESENT	ABSENT
Mr. Allen J		✓			
Ms. Alston		✓			
Mr. Bowers					✓
Mr. Cardenas		✓			
Mrs. Fernandez		✓			
Mr. Gray		✓			
Ms. Mach		✓			
Mr. Meyer		✓			
Mr. Petersen		✓			
Mr. Rivero					✓
Mr. Stevens		✓			
Ms. Ugenti-Rita		✓			
Mr. Leach, Vice-Chairman		✓			
Mr. Olson, Chairman		✓			
		12	0	0	2

APPROVED:


 JUSTIN OLSON, Chairman
 VINCE LEACH, Vice-Chairman


 COMMITTEE SECRETARY

ATTACHMENT 5



HOUSE OF REPRESENTATIVES

HB 2331

small water systems fund; appropriation
Prime Sponsor: Representative Barton, LD 6

DP Committee on Agriculture, Water and Lands

X Committee on Appropriations

Caucus and COW

House Engrossed

OVERVIEW

HB 2331 appropriates \$500,000 from the General Fund to the Small Water Systems Fund in FY17.

PROVISIONS

1. Appropriates \$500,000 from the General Fund to the Small Water Systems Fund (Fund) in FY17 for emergency grants to interim operators for repairs of small water systems.
 - a. Exempts the funds from lapsing.

CURRENT LAW

No statutory appropriation to this Fund.

ADDITIONAL INFORMATION

A.R.S. § 49-355 defines a small water system as a public water system serving no more than 500 connections. The Fund was established by Laws 1987, Chapter 317, under the Department of Environmental Quality and statute allows the Fund to be administered by the Water Infrastructure Finance Authority (WIFA). Statute allows WIFA, on recommendation of the Arizona Corporation Commission (ACC), to approve emergency grants from the fund to an ACC appointed interim operator only if the interim operator demonstrates that immediate financial assistance is needed to replace, repair, or rehabilitate public water system infrastructure.

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session


ROLL CALL VOTE

COMMITTEE ON APPROPRIATIONS BILL NO. HB 2331

DATE February 17, 2016 MOTION: dp

	PASS	AYE	NAY	PRESENT	ABSENT
Mr. Allen J					✓
Ms. Alston		✓			
Mr. Bowers		✓			
Mr. Cardenas		✓			
Mrs. Fernandez		✓			
Mr. Gray		✓			
Ms. Mach		✓			
Mr. Meyer		✓			
Mr. Petersen			✓		
Mr. Rivero		✓			
Mr. Stevens		✓			
Ms. Ugenti-Rita			✓		
Mr. Leach, Vice-Chairman		✓			
Mr. Olson, Chairman		✓			
		11	2	0	1

APPROVED:


 JUSTIN OLSON, Chairman
 VINCE LEACH, Vice-Chairman


 COMMITTEE SECRETARY

ATTACHMENT 7



HOUSE OF REPRESENTATIVES

HB 2178

Arizona silver-haired legislature

Prime Sponsor: Representative Gabaldón, LD 2

DP Committee on Government and Higher Education

X Committee on Appropriations

Caucus and COW

House Engrossed

OVERVIEW

HB 2178 establishes the Arizona Silver-Haired Legislature (Legislature) and appropriates \$60,000 from the state General Fund (GF) to the Legislature in Fiscal Year (FY) 2017.

PROVISIONS

1. Establishes the Legislature consisting of a nonpartisan panel of elected citizens who are at least 60 years of age and who are elected by their peers.
2. Appropriates \$60,000 from the state GF to the Legislature in FY 2017.
3. Exempts the appropriation from lapsing.
4. Requires the Legislature to:
 - a. identify various issues and concerns affecting all Arizona citizens;
 - b. provide seniors with a valuable forum to discuss policy alternatives and possible solutions while acknowledging limitations imposed by budget constraints, tax implications and fiscal impacts;
 - c. demonstrate the benefits of direct participation in the legislative process while fostering a better understanding and awareness of legislative procedure among individuals of all ages;
 - d. promote effective government;
 - e. actively seek private funding and corporate sponsorship; and
 - f. annually submit recommendations to the Governor, President of the Senate (President) and Speaker of the House of Representatives (Speaker).
5. Allows the President and the Speaker to present issues to the Legislature for deliberation.
6. Terminates the Legislature on July 1, 2024.

CURRENT LAW

Not currently addressed in statute.

Fifty-second Legislature
Second Regular Session

COMMITTEE ON APPROPRIATIONS
HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2178
(Reference to printed bill)

- 1 Page 1, strike lines 30 through 37
- 2 Amend title to conform
and, as so amended, it do pass

JUSTIN OLSON
CHAIRMAN

2178APPROPRIATIONS
02/17/2016
05:38 PM
H: BF/rca

Adopted <u>✓</u>	# of Verbals <u> </u>
Failed <u> </u>	Withdrawn <u> </u>
Not Offered <u> </u>	Analysts Initials <u> </u>

Attachment 9


ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session

ROLL CALL VOTE

COMMITTEE ON APPROPRIATIONS BILL NO. HB 2178
 DATE February 17, 2016 MOTION: dpa

	PASS	AYE	NAY	PRESENT	ABSENT
Mr. Allen J					✓
Ms. Alston		✓			
Mr. Bowers		✓			
Mr. Cardenas		✓			
Mrs. Fernandez		✓			
Mr. Gray		✓			
Ms. Mach		✓			
Mr. Meyer		✓			
Mr. Petersen					✓
Mr. Rivero		✓			
Mr. Stevens		✓			
Ms. Ugenti-Rita			✓		
Mr. Leach, Vice-Chairman		✓			
Mr. Olson, Chairman		✓			
		11	1	0	2

APPROVED:


 JUSTIN OLSON, Chairman
 VINCE LEACH, Vice-Chairman


 COMMITTEE SECRETARY

ATTACHMENT 10



HOUSE OF REPRESENTATIVES

HB 2262

child care assistance

Prime Sponsor: Representative Brophy McGee, LD 28

DP Committee on Children and Family Affairs

X Committee on Appropriations

Caucus and COW

House Engrossed

OVERVIEW

HB 2262 requires DES to provide child care assistance to eligible families for a certain period of time once the family income is greater than 165% of the federal poverty level, but less than 85% of the state median income.

PROVISIONS

1. Requires DES to provide child care assistance to eligible families for a period of time to be specified in rule once the family income exceeds 165% of the federal poverty level, but remains below 85% of the state median income, if the family is:
 - a. Transitioning off of cash assistance;
 - b. Diverted from cash assistance;
 - c. Below 165% of the federal poverty line at the time of application and requires the assistance in order to accept or maintain employment; or
 - d. Less than 165% of the federal poverty level at the time of application and are unable to provide child care for a portion of the day due to a crisis situation of domestic violence or homelessness, or a physical, mental, emotional or medical condition, participating in drug treatment or drug rehabilitation program or court ordered community restitution.
2. Prohibits DES from reviewing a case to evaluate eligibility for child care assistance more than once a year.
3. States that if the family income exceeds 85% of the state median income, child care assistance must cease upon notification by DES.
4. Allows DES to pay different levels of child care assistance depending on a state-approved quality indicator.

CURRENT LAW

A.R.S. § 46-803 requires DES to provide child care assistance to eligible families for up to 24 months after their cash assistance case closure. Statute requires the child care assistance to cease once the family income exceeds 165% of the federal poverty level, as determined by the United States Department of Health and Human Services. A.R.S. § 46-805 permits DES to pay different levels of child care assistance depending on a number of criteria.

A.R.S. § 46-101 defines *cash assistance* as temporary assistance for needy families paid to a recipient for the purpose of meeting basic living expenses.

Fifty-second Legislature
Second Regular Session

Appropriations

Attachment 11

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session


ROLL CALL VOTE


COMMITTEE ON APPROPRIATIONS BILL NO. HB 2262

DATE February 17, 2016 MOTION: dp

	PASS	AYE	NAY	PRESENT	ABSENT
Mr. Allen J					✓
Ms. Alston		✓			
Mr. Bowers		✓			
Mr. Cardenas		✓			
Mrs. Fernandez		✓			
Mr. Gray		✓			
Ms. Mach		✓			
Mr. Meyer		✓			
Mr. Petersen		✓			✓
Mr. Rivero		✓			✓
Mr. Stevens					
Ms. Ugenti-Rita		✓			
Mr. Leach, Vice-Chairman		✓			
Mr. Olson, Chairman		✓			
		11	0	0	3

APPROVED:


 JUSTIN OLSON, Chairman
 VINCE LEACH, Vice-Chairman


 COMMITTEE SECRETARY

ATTACHMENT 12



HOUSE OF REPRESENTATIVES

HB 2065

schools; vision screening program

Prime Sponsor: Representative Lawrence, LD 23

DP Committee on Education
X Committee on Appropriations
Caucus and COW

House Engrossed

STRIKE-EVERYTHING SUMMARY

The strike-everything amendment to HB 2065 establishes a program of vision screening evaluation services (Program) within the Department of Health Services (DHS).

PROVISIONS

1. Establishes the Program within DHS.
2. Requires vision screening services to be administered to all children as early as practicable but not later than the first year of attendance in any public or private education program or residential facility for children with disabilities.
3. Requires visual acuity and stereopsis screening to be conducted annually through grade 4, with each child receiving a one-time evaluation of color deficiency.
4. Directs visual acuity screening to be conducted every other year until the child has reached age 16 or is no longer enrolled in a public or private education program.
5. Requires all children who are new to a school district, receiving special education services, and for whom a request has been made by a parent, teacher or other professional to receive a vision screening evaluation.
6. Requires the Program to be administered and provided by DHS, at no cost to the state or to school districts, through a partnership with one or more established vision screening nonprofit organizations in Arizona that have the ability to collect and maintain vision screening data.
7. Requires any selected organization to provide vision screening evaluation services and data management that comply with the Health Insurance Portability and Accountability Act of 1996 (HIPAA) at no additional cost to the state.
8. Allows any selected nonprofit organization to seek gifts, grants, corporate sponsorships and donations to pay for the vision screening evaluations and data management system.
9. Requires DHS to select one or more established vision screening nonprofit organizations in Arizona to provide vision screening evaluations and data management that comply with HIPAA within 90 days of the effective date.
10. Allows school districts that already provide vision screening evaluation services to continue to provide those services.

HB 2065

- a. Requires the school districts to provide annual data submissions that comply with HIPAA to DHS at no additional cost to the state.
11. Prescribes all collected data relating to vision screening evaluation services the property of DHS.
12. Provides that the selected organization does not have any ownership of the data or any rights to access the data without the permission of DHS.
13. Directs the implementation schedule to start within 90 days after the date DHS contracts with the organization.
14. Requires DHS to establish, with the selected organization, a timeline for full implementation of vision screening evaluations that is within 5 years after the date DHS contracts with the organization.
15. Requires DHS to notify the President of the Senate, Speaker of the House of Representatives and the Governor if the selected organization is unable to meet the implementation schedule.
16. Terminates the Program on July 1, 2026.
17. Instructs the Director of DHS to adopt rules governing data management and vision screening evaluation services.
18. Permits a parent or guardian to opt their child out of required vision screening services.
19. Specifies that *hearing* evaluation services be administered *annually* to children, from the first year of attendance to the age of 16 as circumstances allow.
20. Defines *vision screening evaluation* and *vision screening evaluation services*.
21. Makes technical and conforming changes.

CURRENT LAW

A.R.S. § 36.899.01 establishes a program of hearing evaluation services within DHS to administer hearing evaluation services to all children as early as possible. Hearing evaluation services are required to be provided no later than the first year of attendance in a public or private education program or residential facility for children with disabilities and are conducted, as circumstances allow, until the child is 16 or no longer enrolled in school. DHS is permitted to provide consulting services, provide training for personnel to administer hearing screening evaluations, delegate powers and duties to other agencies, health departments, schools or community agencies, provide services by contract and accept hearing evaluation reports by qualified specialists (A.R.S. § 36-899.02). Children are not required to submit to any hearing evaluation test if the child's parent or guardian objects and submits a statement of objection to the agency administering the service (A.R.S. § 36-899.04).

PROPOSED

HOUSE OF REPRESENTATIVES AMENDMENTS TO H.B. 2065

(Reference to printed bill)

1 Strike everything after the enacting clause and insert:

2 "Section 1. Heading change

3 A. The chapter heading of title 36, chapter 7.2, Arizona Revised
4 Statutes, is changed from "CHILD HEARING PROGRAMS" to "CHILD HEARING AND
5 VISION PROGRAMS".

6 B. The article heading of title 36, chapter 7.2, article 1, Arizona
7 Revised Statutes, is changed from "PROGRAM OF HEARING EVALUATION SERVICES" to
8 "HEARING EVALUATION SERVICES AND VISION SCREENING EVALUATION SERVICES
9 PROGRAMS".

10 Sec. 2. Section 36-899, Arizona Revised Statutes, is amended to read:

11 36-899. Definitions

12 In this chapter, unless the context otherwise requires:

13 1. "Department" means the department of health services.

14 2. "Director" means the director of the department of health services.

15 3. "Hearing evaluation services" means services ~~which~~ THAT include the
16 identification, testing, ~~AND~~ evaluation OF A CHILD'S HEARING and THE
17 initiation of follow-up services, as ~~defined in the~~ PRESCRIBED BY rules and
18 ~~regulations of~~ ADOPTED BY the department, ~~as provided by~~ PURSUANT TO section
19 36-899.03.

20 4. "Hearing screening evaluation" means the evaluation of the ability
21 to hear certain frequencies at a consistent loudness.

22 5. "Private education program" means all programs of private education
23 offering courses of study for ~~grades,~~ CHILDREN IN kindergarten through the
24 ~~twelfth grade of high school~~ PROGRAMS AND ANY OF GRADES ONE THROUGH TWELVE.

Attachment 14

Adopted ☒ # of Verbals _____
Failed _____ Withdrawn _____
Not Offered _____ Analysts Initials _____

1 6. "Public education program" means all kindergarten, primary and
2 secondary programs of education within the public school system, including
3 but not beyond the twelfth grade of common or high school.

4 7. "VISION SCREENING EVALUATION" MEANS THE EVALUATION OF VISUAL
5 ACUITY, STEREOPSIS, COLOR DEFICIENCY OR REFRACTION.

6 8. "VISION SCREENING EVALUATION SERVICES" MEANS SERVICES THAT INCLUDE
7 THE IDENTIFICATION, TESTING, EVALUATION AND INITIATION OF FOLLOW-UP SERVICES.

8 Sec. 3. Section 36-899.01, Arizona Revised Statutes, is amended to
9 read:

10 36-899.01. Programs for all schoolchildren: administration;
11 program termination

12 A. A program of hearing evaluation services is established by the
13 department. ~~Such~~ THESE services shall be administered to all children as
14 early as ~~possible~~, PRACTICABLE but ~~in no event~~ NOT later than the first year
15 of attendance in any public or private education program, or residential
16 facility for children with disabilities, and ANNUALLY thereafter as
17 circumstances ~~permit~~ ALLOW until the child has attained ~~the age of~~ sixteen
18 years OF AGE or is no longer enrolled in a public or private education
19 program.

20 B. The program of hearing evaluation services for children in a public
21 education program shall be administered by the department with the aid of the
22 department of education.

23 C. A PROGRAM OF VISION SCREENING EVALUATION SERVICES IS ESTABLISHED BY
24 THE DEPARTMENT. THESE SERVICES SHALL BE ADMINISTERED TO ALL CHILDREN AS
25 EARLY AS PRACTICABLE BUT NOT LATER THAN THE FIRST YEAR OF ATTENDANCE IN ANY
26 PUBLIC OR PRIVATE EDUCATION PROGRAM, OR RESIDENTIAL FACILITY FOR CHILDREN
27 WITH DISABILITIES. VISUAL ACUITY AND STEREOPSIS SCREENING SHALL BE CONDUCTED
28 ANNUALLY THROUGH THE FOURTH GRADE, AND EACH CHILD SHALL RECEIVE A ONE-TIME
29 EVALUATION OF COLOR DEFICIENCY. VISUAL ACUITY SCREENING SHALL BE CONDUCTED
30 EVERY OTHER YEAR UNTIL THE CHILD HAS ATTAINED SIXTEEN YEARS OF AGE OR IS NO
31 LONGER ENROLLED IN A PUBLIC OR PRIVATE EDUCATION PROGRAM. ALL CHILDREN WHO
32 ARE NEW TO A SCHOOL DISTRICT, WHO ARE RECEIVING SPECIAL EDUCATION SERVICES

1 AND FOR WHOM A REQUEST HAS BEEN MADE BY A PARENT, TEACHER OR OTHER
2 PROFESSIONAL SHALL RECEIVE A VISION SCREENING EVALUATION.

3 D. THE PROGRAM OF VISION SCREENING EVALUATION SERVICES FOR CHILDREN IN
4 A PUBLIC OR PRIVATE EDUCATION PROGRAM SHALL BE ADMINISTERED AND PROVIDED BY
5 THE DEPARTMENT, AT NO COST TO THIS STATE OR TO SCHOOL DISTRICTS, THROUGH A
6 PARTNERSHIP WITH ONE OR MORE ESTABLISHED VISION SCREENING NONPROFIT
7 ORGANIZATIONS IN THIS STATE THAT HAVE THE ABILITY TO COLLECT AND MAINTAIN
8 VISION SCREENING DATA. ANY SELECTED ORGANIZATION SHALL PROVIDE VISION
9 SCREENING EVALUATION SERVICES AND DATA MANAGEMENT THAT COMPLY WITH THE HEALTH
10 INSURANCE PORTABILITY AND ACCOUNTABILITY ACT OF 1996 AT NO ADDITIONAL COST TO
11 THIS STATE. ANY SELECTED NONPROFIT ORGANIZATION MAY SEEK GIFTS, GRANTS,
12 CORPORATE SPONSORSHIPS AND DONATIONS TO PAY FOR THE VISION SCREENING
13 EVALUATIONS AND DATA MANAGEMENT SYSTEM.

14 E. WITHIN NINETY DAYS AFTER THE EFFECTIVE DATE OF THIS AMENDMENT TO
15 THIS SECTION, THE DEPARTMENT SHALL SELECT ONE OR MORE ESTABLISHED VISION
16 SCREENING NONPROFIT ORGANIZATIONS IN THIS STATE TO PROVIDE VISION SCREENING
17 EVALUATIONS AND DATA MANAGEMENT THAT COMPLY WITH THE HEALTH INSURANCE
18 PORTABILITY AND ACCOUNTABILITY ACT OF 1996.

19 F. SCHOOL DISTRICTS THAT ALREADY PROVIDE VISION SCREENING EVALUATION
20 SERVICES IN ACCORDANCE WITH SCREENING REQUIREMENTS ESTABLISHED UNDER THIS
21 SECTION MAY CONTINUE TO PROVIDE THOSE SERVICES BUT SHALL PROVIDE TO THE
22 DEPARTMENT, AT NO ADDITIONAL COST TO THIS STATE, ANNUAL DATA SUBMISSIONS THAT
23 COMPLY WITH THE HEALTH INSURANCE PORTABILITY AND ACCOUNTABILITY ACT OF 1996.

24 G. ALL COLLECTED DATA RELATING TO VISION SCREENING EVALUATION SERVICES
25 IS THE PROPERTY OF THE DEPARTMENT. AN ORGANIZATION SELECTED UNDER THIS
26 SECTION DOES NOT HAVE ANY OWNERSHIP OF THE DATA OR ANY RIGHTS TO ACCESS THE
27 DATA WITHOUT THE PERMISSION OF THE DEPARTMENT.

28 H. THE IMPLEMENTATION SCHEDULE SHALL START WITHIN NINETY DAYS AFTER
29 THE DATE THE DEPARTMENT CONTRACTS WITH THE ORGANIZATION. THE DEPARTMENT
30 SHALL ESTABLISH WITH THE SELECTED ORGANIZATION A TIMELINE FOR FULL
31 IMPLEMENTATION OF VISION SCREENING EVALUATIONS THROUGHOUT THE STATE THAT IS

1 NOT LATER THAN FIVE YEARS AFTER THE DATE THE DEPARTMENT CONTRACTS WITH THE
2 ORGANIZATION.

3 I. THE DEPARTMENT SHALL NOTIFY THE PRESIDENT OF THE SENATE, THE
4 SPEAKER OF THE HOUSE OF REPRESENTATIVES AND THE GOVERNOR IF THE SELECTED
5 ORGANIZATION IS UNABLE TO MEET THE IMPLEMENTATION SCHEDULE PRESCRIBED IN
6 SUBSECTION H OF THIS SECTION.

7 J. THE PROGRAM ESTABLISHED PURSUANT TO SUBSECTION C OF THIS SECTION
8 ENDS ON JULY 1, 2026 PURSUANT TO SECTION 41-3102.

9 Sec. 4. Section 36-899.02, Arizona Revised Statutes, is amended to
10 read:

11 36-899.02. Powers of the department: limitations

12 A. The department ~~may~~, in administering the ~~program~~ of hearing
13 EVALUATION SERVICES AND VISION SCREENING evaluation services PROGRAMS, MAY:

14 1. Provide consulting services, ~~AND~~ establish or supplement hearing
15 evaluation services AND VISION SCREENING EVALUATION SERVICES in local health
16 departments, public or private education programs or other community
17 agencies.

18 2. Provide for the training of personnel to administer hearing
19 screening evaluations AND VISION SCREENING EVALUATIONS.

20 3. Delegate powers and duties to other state agencies, county and
21 local health departments, county and local boards of education or boards of
22 trustees of private education programs or other community agencies to develop
23 and maintain periodic hearing evaluation services AND VISION SCREENING
24 EVALUATION SERVICES.

25 4. Provide services by contractual arrangement for the development and
26 maintenance of periodic hearing evaluation services AND VISION SCREENING
27 EVALUATION SERVICES.

28 5. Accept reports of hearing evaluation AND VISION SCREENING
29 EVALUATION from qualified medical or other professional specialists WHO ARE
30 employed by parents or guardians for hearing evaluation AND VISION SCREENING
31 EVALUATION when ~~such~~ THESE reports are submitted to the department.

32 B. The department shall not replace any qualified existing service.

House Amendments to H.B. 2065

1 Sec. 5. Section 36-899.03, Arizona Revised Statutes, is amended to
2 read:

3 36-899.03. Rules

4 The director shall ~~develop~~ ADOPT rules and ~~regulations~~ governing
5 standards, procedures, techniques, DATA MANAGEMENT and criteria for
6 conducting and administering hearing evaluation services AND VISION SCREENING
7 EVALUATION SERVICES.

8 Sec. 6. Section 36-899.04, Arizona Revised Statutes, is amended to
9 read:

10 36-899.04. Right of parent or guardian to refuse test

11 ~~No~~ A child ~~shall be~~ IS NOT required to submit to any test required by
12 this chapter if a parent or guardian of the child objects and submits a
13 statement of ~~such~~ objection to the agency ORGANIZATION administering ~~such~~ THE
14 hearing evaluation services OR VISION SCREENING EVALUATION SERVICES."

15 Amend title to conform

RUSSELL BOWERS

2065rb.doc
02/12/2016
1:04 PM
C: mjh

ARIZONA HOUSE OF REPRESENTATIVES
Fifty-second Legislature - Second Regular Session


ROLL CALL VOTE

COMMITTEE ON _____ APPROPRIATIONS _____ BILL NO. HB 2065

DATE February 17, 2016 MOTION: *s/e dpa*

	PASS	AYE	NAY	PRESENT	ABSENT
Mr. Allen J		✓			
Ms. Alston		✓			
Mr. Bowers		✓			
Mr. Cardenas		✓			
Mrs. Fernandez		✓			
Mr. Gray		✓			
Ms. Mach		✓			
Mr. Meyer		✓			
Mr. Petersen			✓		
Mr. Rivero		✓			
Mr. Stevens		✓			
Ms. Ugenti-Rita			✓		
Mr. Leach, Vice-Chairman		✓			
Mr. Olson, Chairman		✓			
		12	2	0	0

APPROVED:


JUSTIN OLSON, Chairman
VINCE LEACH, Vice-Chairman


COMMITTEE SECRETARY

ATTACHMENT 15



HOUSE OF REPRESENTATIVES

HB 2578

budget stabilization fund; deposits

Prime Sponsor: Representative Mesnard, LD 17

X Committee on Appropriations

Caucus and COW

House Engrossed

OVERVIEW

HB 2578 increases the cap on Arizona's Budget Stabilization Fund (BSF) from 7% of state General Fund (GF) revenue for a Fiscal Year (FY) to 10% of GF revenue for a FY.

PROVISIONS

1. Raises the maximum amount of monies that the BSF can contain at the end of a FY to 10% of GF revenue for the FY, instead of 7%.
2. Makes technical and conforming changes.

CURRENT LAW


A.R.S. § 35-144 currently states at the end of a FY the BSF balance cannot exceed 7% of GF revenue for the FY. Any surplus monies above the allowable percentages will be transferred by the State Treasurer to the state GF.

ADDITIONAL INFORMATION


Currently there are 13 states who have capped their state budget stabilization fund at 10% of GF revenue for a FY.


ROLL CALL VOTE

DATE February 17, 2016 MOTION: sp


COMMITTEE SECRETARY

APPROVED:


JUSTIN OLSON, Chairman


VINCE LEACH, Vice-Chairman

ATTACHMENT 17



HOUSE OF REPRESENTATIVES

HB 2596

public assistance; limitations; benefit card
Prime Sponsor: Representative Olson, LD 25

X Committee on Appropriations

Caucus and COW

House Engrossed

OVERVIEW

HB 2596 modifies and outlines additional requirements for the Supplemental Nutrition Assistance Program (SNAP) and Temporary Assistance for Needy Families (TANF), including Electronic Benefit Transfer (EBT) cards.

PROVISIONS

SNAP

1. Prohibits the Department of Economic Security (DES) from applying for, accepting or renewing any waiver of work requirements for SNAP as established under federal law (please see section 2015 (o) *Work requirement*).
2. Requires DES to administer SNAP within the following limitations:
 - a. Categorical eligibility pursuant to federal law (please see section 2014 (a) *Income and other financial resources as substantial limiting factors in obtaining more nutrition diet; recipients under Social Security Act*) . Prohibits any regulations adopted under that section from being granted for any noncash, in-kind or other benefit unless expressly required by federal law.
 - b. The gross income standards of SNAP is prohibited from exceeding the standards specified in federal law (please see section 2014 (c) *Gross income standard*) unless expressly required.
 - c. The financial resource limit standards of SNAP is prohibited from exceeding the standards specified in federal law (please see section 2014 (g) (1) *Allowable financial resources*) unless expressly required.
 - d. Categorical eligibility exempting households from the gross income standards requirements or the resource limits is prohibited from being granted for any noncash, in-kind or other benefit unless expressly required by federal law.
3. Requires DES to set disqualification periods for all instances of noncompliance with any SNAP requirement unless expressly prohibited by federal law, including:
 - a. A three-month, full-household disqualification period for the first instance of noncompliance.
 - b. A six-month, full-household disqualification period for the second instance of noncompliance.
 - c. A permanent disqualification period for the third instance of noncompliance.

EBT Card

4. Adds the following to the list of establishments a person is prohibited from conducting an EBT card transaction:
 - a. A jewelry store.
 - b. A tattoo parlor.
 - c. A massage parlor.
 - d. A body piercing parlor.
 - e. A spa and nail salon.
 - f. A lingerie shop.
 - g. A tobacco paraphernalia or vapor cigarette store.
 - h. A psychic and fortune telling business.
 - i. A bail bond office.
 - j. A movie theater.
 - k. A public swimming pool.
 - l. A cruise ship.
 - m. A theme park.
5. Prohibits the use of an EBT card for any of the following:
 - a. The purchase of cigarettes or any other tobacco products.
 - b. Bail.
 - c. Travel services provided by a travel agent.
 - d. Tattoos.
 - e. The purchase of lottery tickets.
 - f. The purchase of sexually-oriented adult materials.
 - g. The purchase of tickets for a concert, sporting event or other entertainment event.
6. Stipulates that a recipient is subject to the following for any violation of EBT prohibited uses:
 - a. For an initial violation, a written warning.
 - b. For a second violation, a three-month, full-household disqualification period, unless expressly prohibited by federal law.
 - c. For a third violation, a permanent disqualification period, unless expressly prohibited by federal law.
7. Requires each EBT card issued by DES to have the recipient's color photograph and name on the card, unless the recipient declines to have the photograph included.
8. Allows the recipient's parent or legal guardian to have that person's photograph placed on the card if a recipient is a minor or otherwise incapacitated person.
9. Permits DES to enter into a memorandum of understanding with other state agencies, including the Motor Vehicle Division, to share photographs when available.
10. Requires DES to send each recipient, who requests three replacement cards within a 12 month period, a letter informing the recipient that another request will require participation in a face-to-face interview with a fraud investigator and eligibility expert.
11. Requires, if a third-party vendor is administering replacement cards directly to recipients, a vendor to notify DES after a recipient requests a third replacement card within a 12 month period and makes any subsequent request thereafter.

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12. Requires DES to schedule an interview with a fraud investigator and eligibility expert before issuing a new card after a recipient's request for a fourth replacement card within a 12 month period, and any subsequent request thereafter.
13. Requires, unless expressly prohibited by federal law, DES to terminate the recipient's benefits within 10 days after the scheduled interview if the recipient fails to appear.
14. Limits the number of authorized representatives on any EBT card to no more than four individuals at any given time.
15. Requires DES to compile the list of authorized users at the time of application and update the list during every recertification.
16. Allows recipients to add or change authorized representatives by filing a written request.

Spending Report

17. Requires DES to post a spending report of SNAP and TANF benefits on its website. The report must also be made available on an annual basis to the Joint Legislative Budget Committee, the Speaker and Minority Leader of the House of Representatives, and the President and Minority Leader of the Senate.
18. Requires the spending report to include the following:
 - a. The dollar amount and number of transactions of SNAP benefits that are accessed or spent outside Arizona, disaggregated by state.
 - b. The dollar amount and number of transactions of TANF benefits that are accessed or spent outside Arizona, disaggregated by state.
 - c. The dollar amount, number of transactions and times of transactions of SNAP benefits that are accessed or spent in Arizona, disaggregated by retailer, institution or location.
 - d. The dollar amount, number of transactions and times of transactions of TANF benefits that are accessed or spent in Arizona, disaggregated by retailer, institution or location.
19. Requires the spending report to be de-identified to prevent identification of individual recipients.

Child Support Enforcement

20. Requires DES to terminate benefits for any recipient who fails to comply with child support enforcement efforts, unless good cause is established, or who is delinquent on any court ordered child support payments, including arrears, unless expressly prohibited by federal law. Current law prescribes DES impose a series of graduated sanctions for recipients in noncompliance with child support enforcement efforts.
21. Specifies that the period of disqualification for a recipient who is terminated ends once DES determines that the person is cooperating with child support services and is no longer delinquent on any court ordered child support payments, including arrears.
22. Makes technical and conforming changes.

CURRENT LAW

A.R.S. § 46-297 prohibits the use of an EBT card at automatic teller machines and point-of-sale terminals located at liquor, gaming and adult entertainment facilities. DES is required to notify EBT card recipients of the use restrictions.

DES is required to impose a series of graduated sanctions to cash assistance for noncompliance with any the following: 1) child support enforcement efforts, unless good cause is established; 2)

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work activities requirements, unless good cause is established; 3) school enrollment and attendance requirements; and 4) immunization requirements. For a first instance of noncompliance, DES must reduce the household's cash assistance grant by 25% for one month. For a second instance of noncompliance not in the same month as the first instance, the cash assistance must be reduced by 50% for one month. For any subsequent instance of noncompliance not in the same month as the other instances, the cash assistance is terminated for at least one month or until the household complies (A.R.S. § 46-300).

ROLL CALL VOTE

DATE February 17, 2016 MOTION: 9/1

APPROVED:


COMMITTEE SECRETARY

ATTACHMENT 19

